MINUTES OF THE STANDING COMMITTEE ON TAX POLICY

Thursday, April 5, 2007

1:07 P.M. Room 519 House Office Building

Chairman Bieda called the meeting to order.

MEMBERS PRESENT: Reps. Bieda, Condino, Farrah, Robert Jones, Mayes, Meisner, Melton, Sheltrown, Warren, Young, Wenke, Calley. (12/17)

MEMBERS ABSENT/EXCUSED: Reps. Meltzer, Sheen, Steil, Pastor, Palmer. (5/17)

Representative Robert Jones moved to excuse absent members. There being no objection, absent members were excused.

Chairman Bieda laid HB 4384 before the committee.

HB 4384 Meadows Property tax; personal property; exemption for water conditioning systems and bottled water coolers; remove.

Representative Mark Meadows, sponsor of the legislation, testified before the committee.

Scott Schrager, representing the Michigan Department of Treasury, testified before the committee in support of **HB 4384**.

William Patrick Young, representing Absopure, testified before the committee in opposition to HB 4384.

Bob O'Donnell, representing Absopure, testified before the committee in opposition to **HB 4384**.

Alan Canady, representing Absopure, testified before the committee in opposition to HB 4384.

Tom Mellnick, representing Absopure, testified before the committee in opposition to HB 4384.

Dennis Rupert, representing the Michigan Water Quality Association, testified before the committee in opposition to **HB 4384**.

William Davis, representing Arbor Springs Water Co., testified before the committee in opposition to HB 4384.

Rick Dorman, representing American Aqua, Inc., turned in a testimony card in opposition to **HB 4384** but did not wish to speak.

Mickey Knight, representing the Michigan Assessors Association, turned in a testimony card in support of **HB 4384** but did not wish to speak.

Dan Smith, representing the Detroit Regional Chamber of Commerce, turned in a testimony card in opposition to **HB 4384** but did not wish to speak.

Tricia Kinley, representing the Michigan Chamber of Commerce, turned in a testimony card in opposition to **HB 4384** but did not wish to speak.

Chairman Bieda laid HB 4383 before the committee.

HB 4383 Melton Use tax; exemptions; certain exemptions; eliminate.

Representative Tim Melton, sponsor of the legislation, testified before the committee.

Scott Schrager, representing the Michigan Department of Treasury, testified before the committee in support of **HB 4383**.

Jim Kirsch, representing AT&T, turned in a testimony card in opposition to **HB 4383** but did not wish to speak.

Dan Smith, representing the Detroit Regional Chamber of Commerce, turned in a testimony card in opposition to **HB 4383** but did not wish to speak.

Tricia Kinley, representing the Michigan Chamber of Commerce, turned in a testimony card in opposition to **HB 4383** but did not wish to speak.

Chairman Bieda laid HB 4387 and HB 4388 before the committee.

HB 4387 Miller Income tax; income; expenses incurred in the production of

income; add to tax base.

HB 4388 Miller Income tax; income; expenses incurred in the production of

income; add to taxable income.

Scott Schrager, representing the Michigan Department of Treasury, testified before the committee in support of **HB 4387** and **HB 4388**.

Michael Haines, representing the Michigan Oil and Gas Association, testified before the committee in opposition to **HB 4387** and **HB 4388**.

Frank Mortl, representing the Michigan Oil and Gas Association, testified before the committee in opposition to **HB 4387** and **HB 4388**.

Dan Smith, representing the Detroit Regional Chamber of Commerce, turned in a testimony card in opposition to **HB 4387** and **HB 4388** but did not wish to speak.

Tricia Kinley, representing the Michigan Chamber of Commerce, turned in a testimony card in opposition to **HB 4387** and **HB 4388** but did not wish to speak.

Vice-Chairman Condino took the chair.

Vice-Chairman Condino laid HB 4378, HB 4379 and HB 4380 before the committee.

HB 4378 Hopgood Sales tax; exemptions; exemption for sale of rolling stock

purchased by an interstate fleet motor carrier; eliminate.

HB 4379 Farrah Use tax; exemptions; taxes on rolling stock used by an interstate

fleet motor carrier; eliminate exemption.

HB 4380 Accavitti Sales tax; collections; streamlined sales tax agreement; include

interstate trucks and trailers.

Scott Schrager, representing the Michigan Department of Treasury, testified before the committee in support of **HB 4378**, **HB 4379** and **HB 4380**.

Dan Smith, representing the Detroit Regional Chamber of Commerce, turned in a testimony card in opposition to **HB 4378**, **HB 4379** and **HB 4380** but did not wish to speak.

Tricia Kinley, representing the Michigan Chamber of Commerce, turned in a testimony card in opposition to **HB 4378**, **HB 4379** and **HB 4380** but did not wish to speak.

Walt Heinritzi, representing the Michigan Trucking Association, testified before the committee in opposition to HB 4378, HB 4379 and HB 4380.

Alan Canady, representing Perfection Associates LLC, turned in a testimony card in opposition to **HB 4378** but did not wish to speak.

Kurt Berryman, representing Auto Dealers of Michigan LLC, turned in a testimony card in opposition to **HB 4378**, **HB 4379** and **HB 4380** but did not wish to speak.

Kelly Johnston, representing the Michigan Movers Association, turned in a testimony card in opposition to **HB 4378**, **HB 4379** and **HB 4380** but did not wish to speak.

Kim Rhead, representing Central Transport, turned in a testimony card in opposition to **HB 4378**, **HB 4379** and **HB 4380** but did not wish to speak.

The committee returned to the consideration of HB 4383, HB 4387, and HB 4388.

Chairman Bieda moved to adopt the (H-1) substitute to HB 4383.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Farrah, Robert Jones, Mayes, Meisner, Melton, Sheltrown, Warren, Young, Wenke, Calley. (12/17)

NAYS: None. (0/17) **PASS:** None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Chairman Bieda moved to report HB 4383 as an (H-1) substitute, with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Farrah, Robert Jones, Mayes, Meisner, Melton, Sheltrown, Warren, Young. (10/17)

NAYS: Reps. Wenke, Calley. (2/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Chairman Bieda moved to report HB 4387 with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Farrah, Robert Jones, Mayes, Meisner, Melton, Sheltrown, Warren, Young. (10/17)

NAYS: Reps. Wenke, Calley. (2/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Chairman Bieda moved to report HB 4388 with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Farrah, Robert Jones, Mayes, Meisner, Melton, Sheltrown, Warren, Young. (10/17)

NAYS: Reps. Wenke, Calley. (2/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Chairman Bieda returned to the chair.

There being no further business before the committee, **Chairman Bieda** declared the meeting adjourned, the time being 2:55 p.m.

Representative Steve Bieda, Chair Eric Esch, Committee Clerk (517) 373-0070